

**COASTAL CAROLINA UNIVERSITY  
INTERCOLLEGIATE ATHLETICS PROGRAM  
CONWAY, SOUTH CAROLINA**

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**Independent Accountants' Report On  
Applying Agreed-Upon Procedures  
June 30, 2014**



**COASTAL CAROLINA UNIVERSITY**  
**INTERCOLLEGIATE ATHLETICS PROGRAM**  
For the Year Ended June 30, 2014

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Independent Accountants' Report On  
Applying Agreed-Upon Procedures

Dr. David A. DeCenzo  
President  
Coastal Carolina University  
P.O. Box 261954  
Conway, South Carolina 29528-6059

We have audited the financial statements of Coastal Carolina University as of and for the year ended June 30, 2014, and have issued our unqualified report thereon under date of September 23, 2014. At your request, we have also performed the procedures described below which were agreed to by the Board of Trustees and management of Coastal Carolina University, solely to assist these users in evaluating the performance of the University's Intercollegiate Athletics Program and to assist the University in complying with NCAA Bylaw 6.2.3.1 for the fiscal year ended June 30, 2014. The Statement of Revenue and Expenditures of Coastal Carolina University Intercollegiate Athletics Program and related note disclosures presented in attachment A was not audited or reviewed by us. We were not engaged to, and did not, perform an audit or a review, the objectives of which would be the expression of an opinion or limited assurance on the performance of the University's Intercollegiate Athletics Program or the compliance with the NCAA Bylaw 6.2.3.1 for the fiscal year ended June 30, 2014. Accordingly, we do not express such an opinion or limited assurance. Management is responsible for Coastal Carolina University's compliance with the requirements of NCAA Bylaw 6.2.3.1, the Intercollegiate Athletics Program's financial records, internal controls and compliance with applicable laws, rules and regulations. This engagement to apply agreed-upon procedures was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of the specified users of the report. Consequently, we made no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

**Procedures Related to the Statement of Revenues and Expenditures**

1. We obtained from accounting management a list of all outside organizations that have as their principal purpose or one of their principal purposes the generating of resources for or on behalf of the University's Intercollegiate Athletics Program or the promotion of the Program. We then confirmed the amounts received from these outside organizations directly with the responsible officials of these organizations. We compared the amount per the confirmation with the amount recorded in the Athletic Department's general ledger and on the Statement of Revenues and Expenditures.

We read the audited financial statements for the Coastal Carolina Chanticleer Club and compared the contribution total to the balance shown on management's Intercollegiate Athletics Program Statement of Revenues and Expenditures report.

We found no exceptions as a result of this procedure.

2. We scanned the Intercollegiate Athletics Program contributions revenue account detail to identify each individual contribution received directly that constitutes more than ten percent of all contributions received for intercollegiate athletics. For these recorded receipts, we obtained and read correspondence from the donor to determine the receipts were classified in accordance with NCAA guidelines, to identify those received from independent outside sources and to determine that the source and value of each such contribution is disclosed in a footnote to the statement.

We found no exceptions as a result of this procedure.

3. We asked accounting management to describe the basis for allocating student athletic fees to athletics and obtained from management the reconciliation of total student fees revenue. We obtained the University's general ledger detail from management and compared the total with the amount of Student Activity Fee revenue recorded in the general ledger and on the Statement of Revenues and Expenditures.

We found no exceptions as a result of this procedure.

4. We obtained all daily cash receipts reports for the Intercollegiate Athletics Program prepared by various program representatives. We then selected a sample and recalculated the reports, compared the amount on the department deposit receipt with the amount on the cashiers' office deposit transmittal, and compared the amount recorded on the cashiers' office deposit transmittal to the amount recorded in the University's general ledger accounts for the Intercollegiate Athletics Program. We obtained from accounting management the general ledger activity for all cash receipts related to intercollegiate athletics. We selected a sample of individual receipts and compared the recorded cash receipt amount to the amount on the cashiers' office deposit transmittal reports prepared by the athletic department and submitted along with the cash to the cashiers' office. The sample of the individual receipts selected for comparison is as follows:

Receipt	Date	Amount
C000551466	7/2/2013	\$ 3,915.00
C000553068	7/17/2013	10,547.00
C000556237	8/6/2013	8,799.00
C000562119	8/20/2013	4,832.00
C000563663	8/30/2013	100.00
C000567017	9/17/2013	1,140.00
C000567939	9/26/2013	3,366.00
C000569177	10/8/2013	5,401.00
C000571556	10/22/2013	3,409.00
C000572610	10/30/2013	4,259.00
C000573517	11/5/2013	(512.00)
C000575204	11/18/2013	1,823.86
C000576156	11/27/2013	15,000.00
C000577095	12/9/2013	8,000.00
C000579576	1/2/2014	264.00
C000585669	1/15/2014	1,296.00
C000588529	1/31/2014	3,095.00
C000590995	2/13/2014	10.00
C000593446	2/27/2014	2,309.00
C000595717	3/12/2014	2,722.00
C000598708	3/27/2014	597.00
C000601208	4/10/2014	7,460.00
C000604262	4/25/2014	340.00
C000608081	5/15/2014	80.00
C000612080	6/12/2014	85.54

We found no exceptions as a result of this procedure.

5. We obtained and read copies of the game guarantee contracts. We recalculated the total amount of the contracts, and compared this amount with the amount recorded as Guarantee revenue on the Statement of Revenues and Expenditures. We also compared expenditures per the contracts to expenditures recorded in the program's accounts in the general ledger.

We found no exceptions as a result of this procedure.

Receipt	Date	Amount
C000551466	7/2/2013	\$ 3,915.00
C000553068	7/17/2013	10,547.00
C000556237	8/6/2013	8,799.00
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We found no exceptions as a result of this procedure.

6. We obtained a schedule of athletics department salaries from athletic management. We compared the amounts listed on the schedule to amounts recorded in the general ledger and on the Statement of Revenues and Expenditures. We calculated the related fringe expenditures using Coastal's fringe benefit rate and compared the amounts calculated with the reported expenditures in the appropriate general ledger accounts.

We found no exceptions as a result of this procedure.

7. We asked athletic management to describe specific elements of the University's internal control unique to the Intercollegiate Athletics Program's accounting system and financial reporting.

We found no exceptions as a result of this procedure.

8. We obtained from athletic management a listing of Athletics events for the year and from this list we selected a sample of events. For the events that have ticket sales, we compared the number of tickets sold per the general ledger with the amount of tickets sold per the ticket report. We recalculated the mathematical accuracy of the amount of ticket sales revenue by multiplying the number of tickets sold, per the ticket sales report, by the individual ticket price. We obtained and read the correspondence accompanying any concession revenue commission checks received. We compared the amount on the accompanying correspondence with the amount recorded in the general ledger. The events that were tested are as follows:

Event	Date
All Home Football Games (Including Any Tournaments)	09/07/2013-11/16/2013
All Home Men's Basketball Games (Including Any Tournaments)	11/11/2013-03/09/2014
All Home Women's Basketball Games (Including any Tournaments)	10/27/2013-03/06/2014
All Home Baseball Games (Including Any Tournaments)	02/15/2014-05/17/2014
All Home Softball Games (Including Any Tournaments)	02/08/2014-05/11/2014
Youth Cliff Ellis Men's Basketball Camp	06/10/2014-06/12/2014
Youth Volleyball Team Camp	07/18/2013-07/20/2013
Youth Women's Basketball Camp #1	06/13/2014-06/15/2014
Youth Women's Basketball Camp #2	06/20/2014-06/22/2014

We found one exception as a result of this procedure. Bad debt in the amount of \$1,500 was written off against football ticket revenue.

9. We selected a sample of recorded expenditures for contractual services, travel, uniforms, financial aid and equipment and supplies from the general ledger. We compared the classification of the selected expenditures in the statement to the classifications permitted by NCAA Guidelines as stated by the NCAA Audit Legislation. For the selected expenditures we obtained the related disbursement package to determine the items required by Coastal's procurement policy were included and that the expenditure had been authorized in accordance with the University's policy.



**Excluding Student Aid:**

Description	Voucher	Date	Amount
Sharae R. Mitchell	V0572046	7/1/2013	\$ 2,250.00
Johnnie R. Houston	V0574377	8/1/2013	797.00
PPG Architectural Finishes Inc.	V0575566	8/15/2013	757.55
Mr. Christopher S. Powers	V0575860	8/19/2013	341.55
Horry Telephone Co-Op Inc	V0576298	8/21/2013	9,571.03
Paul P. Hogan	V0582886	9/9/2013	380.72
Roy Hemingway	V0584675	9/20/2013	150.00
Russell Athletic	V0586063	10/7/2013	265.53
Mr. Christopher S. Powers	V0587612	10/23/2013	1,650.00
Russell Athletic	V0588893	11/4/2013	662.79
CCU TELEPHONE SVC	V0590116	9/30/2013	181.87
Rotelli Pizza & Pasta	V0591330	12/3/2013	200.00
Michael Burns	V0592486	12/12/2013	200.00
Janel D. Reeves	V0593543	1/1/2014	217.00
Michael J. McClure	V0593807	5/1/2014	797.00
Lorenzo J. Taliaferro	V0594175	2/1/2014	797.00
Ms. Jacqueline J. Grimes	V0595548	1/22/2014	2,500.00
Christopher Carter	V0601195	2/11/2014	1,200.00
Coastal Ice Company Inc	V0602463	2/25/2014	137.50
College of Charleston	V0604970	3/19/2014	3,400.00
Mr. Jeffrey R. Jacobs	V0606734	4/4/2014	78.74
Joseph C. Hastings	V0608084	4/18/2014	412.38
Russell Athletic	V0610143	5/8/2014	(157.36)
Brice C. Cox	V0611938	5/27/2014	128.00
Bank of America	V0613743	6/16/2014	1,156.98

We found no exceptions as a result of this procedure.

**Student Aid:**

<u>Student</u>	<u>Sport</u>	<u>G/L Awarded Amount Traces To Student Account Detail</u>	<u>G/L Awarded Amount Traces To Approved Award Letter</u>
Kyle J. Mordecai	Men's Basketball	Y	Y
Brandon M. Feuerman	Baseball	Y	Y
Marissa R. Reinhart	Cheerleading	Y	Y
Paul D. Holmes	Football	Y	Y
Shivaughn Wiggins	Men's Basketball	Y	Y
Andrew B. Beckwith	Baseball	Y	Y
Russel M. Kanner	Men's CC/Track	Y	Y
Dontay T. Hears	Football	Y	Y
Joshua C. Pisarri	Men's Golf	Y	Y
Kai P. Morton	Men's Soccer	Y	Y
Philipp Tsangarides	Men's Tennis	Y	Y
Megan R. Pittman	Women's Basketball	Y	Y
Jalacy F. Green	Women's CC/Track	Y	Y
Emee A. Herbert	Women's Golf	Y	Y
Mikayla M. Sweeney	Women's Lacrosse	Y	Y
Nicole M. Saggiomo	Softball	Y	Y
Francisca G. Okoko	Women's Soccer	Y	Y
Dominique De Wit	Women's Tennis	Y	Y
Monica R. Hall	Volleyball	Y	Y
Deborah Corimbelly	Volleyball	Y	Y
Ashley T. Davis	Women's CC/Track	Y	Y
Christina N. Stern	Women's Soccer	Y	Y
Ryan C. Minor	Men's CC/Track	Y	Y
Johnnie R. Houston	Football	Y	Y
Patrick S. Ballard	Football	Y	Y

We found no exceptions as a result of this procedure.

10. We obtained from accounting management a listing of all expenditures made directly by the respective outside organizations on behalf of the University's Intercollegiate Athletics Program or employees to determine if they were included as revenues and expenditures on the University's Intercollegiate Athletics Program's accounting records and the Program's statement of Revenues and Expenditures. We compared the amounts on this list with the amounts recorded on management's worksheets.

We found one exception as a result of this procedure. The gift in kind amount for men's golf was calculated using ten players, which resulted in an amount of \$130,496. The calculation should have been performed using eight players, which would result in an amount of \$119,856. Management's response is found on page 12 of this report.

11. We requested a listing of all marketing contracts made by Athletics for commercials, scoreboard ads, etc. We judgmentally selected a sample to trace contracted amounts to the general ledger.

We found no exceptions as a result of this procedure.

12. We obtained the Statement of Revenues and Expenditures of Coastal Carolina University Intercollegiate Athletics Program and related note disclosures for the year ended June 30, 2014, as prepared by accounting management of the University and shown on page 8 in this report. We recalculated the addition of the amounts on the statement, traced the individual line item amounts from the Statement of Revenues and Expenditures to management's worksheets and compared the amounts on management's worksheets to the accounts in the University's general ledger.

We found one exception as a result of this procedure, which was reported to management and corrected. For Athletic Scholarship expense, \$2,440 was classified in the statement as football related, and \$980 was classified as other sports-volleyball related. The entire \$3,420 should have been classified as non-sport specific. Management's response is found on page 12 of this report.

We were not engaged to, and did not conduct an audit, the objective of which would be the expression of an opinion on compliance with NCAA Bylaw 6.2.3.1 or the expression of an opinion on The Statement of Revenues and Expenditures of the Intercollegiate Athletics Program of Coastal Carolina University for the year ended June 30, 2014 and, furthermore, we were not engaged to express an opinion on the effectiveness of the internal controls over compliance with the laws, rules and regulations described in paragraph one and procedures one through twelve of this report. Therefore we express no opinion. Had we performed additional procedures other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board of Trustees and management of Coastal Carolina University and is not intended to be and should not be used by anyone other than these specified parties.



December 19, 2014

**Coastal Carolina University**  
**InterCollegiate Athletics Program**  
Statement of Revenues, Expenditures, and Transfers  
For the Year Ended June 30, 2014  
(Unaudited)

	Football	Baseball	Men's Basketball	Women's Basketball	Men's Soccer	Women's Soccer	Other Sports	Non-Sport Specific	Total
<b>Operating Revenues:</b>									
Ticket Sales	\$ 287,990	36,473	132,195	6,314	-	-	7,664	-	\$ 470,636
Student Activity Fees	1,071,006	275,284	317,172	331,148	153,158	198,795	1,496,842	123,640	3,967,045
Guarantees	375,000	-	135,000	23,000	-	-	3,000	-	536,000
Chanticleer Athletic Foundation Contributions	292,439	188,346	27,074	46,071	7,194	1,779	104,925	211,525	879,354
Coastal Educational Foundation Contributions	1,262	2,965	-	-	-	2,666	30,384	2,654	39,932
Gifts	5,900	-	-	-	-	-	-	-	5,900
Inkind Gifts	-	-	-	-	-	-	250,376	-	250,376
Direct institutional support	3,231,918	1,056,559	920,489	848,989	506,439	504,701	3,363,345	1,477,500	11,909,940
Indirect Facilities and Administrative Support	714,223	258,179	301,189	198,126	80,304	60,847	577,809	1,090,418	3,281,097
NCAA Program for Academic Enhancement	-	-	-	-	-	-	-	70,552	70,552
NCAA Distributions	-	-	-	-	0	0	(49)	895,350	895,301
Big South Distributions	18,333	-	-	-	-	-	4,000	45,417	67,750
Program and Novelty Sales/Concessions	-	-	-	-	-	-	3,715	34,037	37,752
Sponsorships/Royalties/Commissions	15,913	-	-	-	500	2,125	18,541	692,611	729,690
Sport Camp Field Rentals	-	-	-	-	-	-	-	13,293	13,293
Tournament Revenue and Entry fees, Services	38,820	-	56,437	56,437	3,510	1,704	63,185	0	220,094
<b>Total Revenues</b>	<b>\$ 6,052,805</b>	<b>1,817,807</b>	<b>1,889,557</b>	<b>1,510,085</b>	<b>751,106</b>	<b>772,617</b>	<b>5,923,737</b>	<b>4,656,999</b>	<b>\$ 23,374,712</b>
<b>Expenditures:</b>									
Scholarships including Out of State Abatements	\$ 2,242,245	417,096	489,047	535,983	298,794	419,373	2,552,350	144,826	\$ 7,099,714
Guarantees	50,000	40,019	11,000	9,500	-	-	1,000	-	111,519
Coaching Salaries and Fringe Benefits	1,303,328	520,705	571,123	368,251	176,493	133,633	1,219,741	-	4,293,274
Severance Payments	-	-	-	-	-	-	-	-	-
Administrative Salaries and Fringe Benefits	266,393	46,722	90,832	67,191	-	97	50,169	2,396,524	2,917,927
Recruiting	148,649	68,985	46,703	69,644	17,352	15,489	132,759	-	499,580
Team Travel	380,107	142,427	164,692	109,715	73,717	42,086	480,150	-	1,392,895
Equipment, Uniforms and Supplies	347,807	48,446	48,275	29,157	25,057	22,471	199,708	-	720,922
Game Expenses	192,056	196,213	87,311	44,635	17,477	26,507	147,323	-	711,522
Marketing and Promotions	-	-	-	-	-	-	-	219,235	219,235
Direct Facilities Maintenance and Rentals	99,220	64,369	7,349	932	47,050	47,387	446,421	61,562	774,291
Cheerleaders and Band	-	-	-	-	-	-	-	114,343	114,343
Indirect Facilities and Administrative Cost	714,223	258,179	301,189	198,126	80,304	60,847	577,809	1,090,418	3,281,096
Medical Expenses and Insurance	-	-	-	-	-	-	-	319,018	319,018
Memberships and Dues	100	-	990	160	485	475	6,618	30,135	38,963
Visiting Team / Tournament Expenses	58,764	-	46,912	46,912	1,030	164	6,837	-	160,619
Other Operating Expenses	247,472	14,645	24,136	29,879	13,346	4,087	101,872	738,957	1,174,393
<b>Total Expenditures</b>	<b>\$ 6,050,365</b>	<b>1,817,806</b>	<b>1,889,557</b>	<b>1,510,085</b>	<b>751,106</b>	<b>772,616</b>	<b>5,922,757</b>	<b>5,115,018</b>	<b>\$ 23,829,311</b>
<b>Excess (Deficiency) of Operating Revenues Over (Under) Expenses</b>	<b>\$ 2,440</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(0)</b>	<b>0</b>	<b>980</b>	<b>(458,019)</b>	<b>\$ (454,599)</b>

**COASTAL CAROLINA UNIVERSITY**  
**INTERCOLLEGIATE ATHLETICS PROGRAM**  
Notes to the Statement of Revenues, Expenditures and Transfers  
June 30, 2014  
(Unaudited)

**NOTE 1-CONTRIBUTIONS**

Contributions and gifts to Coastal Carolina University's Intercollegiate Athletics Program totaled \$1,129,730. This amount is reported in Attachment A at the following captions:

Chanticleer Athletic Foundation Contributions	\$ 879,354
Inkind Gifts	250,376
	<u>\$ 1,129,730</u>

Individual contributions which exceeded 10 percent of the total contributions and the related donors included in the above amounts are as follows:

Chanticleer Athletic Foundation	<u>\$ 879,354</u>
	<u>\$ 879,354</u>

**NOTE 2-INTERCOLLEGIATE ATHLETICS - RELATED ASSETS**

Capital assets are recorded at cost at the date of acquisition or fair market value at the date of donation in the case of gifts. The asset capitalization policy refers to guidelines set by the State of South Carolina to determine the useful life of an asset. All land is capitalized regardless of cost. Qualifying improvements that rest in or on the land itself are recorded as depreciable land improvements. Major additions and renovations and other improvements that add to the usable space, prepare existing buildings for new uses or extend the useful life of an existing building costing in excess of \$100,000 are capitalized. Permanent Improvement projects and routine maintenance that do not fall within the defined parameters for capitalization will be expensed in the year they occur according to Generally Accepted Accounting Principles. (GAAP) As a rule, if the work is of a replacement nature and does not materially lengthen the useful life of a structure, it will not be capitalized.

Interest cost incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed net of interest earned on the invested proceeds over the same period. In Fiscal Year 2014 no capitalized interest was appropriated to athletic-related assets.

Currently the calculated cost for athletics facilities is \$42,596,639. This is a \$2,716,924 increase from Fiscal Year 2013, for which we reported \$39,897,715 as the athletic portion of assets recorded by the University.

Fiscal Year 2014 Additions by Sport:

Football	\$ 93,085
Softball	3,199,494
Baseball	(477,833)
Basketball	<u>(97,822)</u>
Total	<u>\$ 2,716,924</u>

**COASTAL CAROLINA UNIVERSITY**  
**INTERCOLLEGIATE ATHLETICS PROGRAM**  
Notes to the Statement of Revenues, Expenditures and Transfers  
June 30, 2014  
(Unaudited)

**NOTE 2-INTERCOLLEGIATE ATHLETICS - RELATED ASSETS CONT'D**

Estimated capital assets; net of depreciation, for athletics in fiscal year 2014 is \$43,071,179, which is 11 percent of the total of net capital assets, reported by the University. (\$392,791,496). This number includes the athletic portion of Construction in Progress, which is a non-depreciable asset.

Estimated capital asset activity for athletics for the year ended June 30, 2014 is summarized as follows:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
<b><u>Capital Assets Not Being Depreciated</u></b>					
Construction in Progress	\$ 2,186,863	9,969,226	-	(3,199,494)	8,956,595
<b><u>Capital Assets Being Depreciated</u></b>					
Buildings and Improvements	36,985,439	-	(477,833)	3,199,494	39,707,100
Land Improvements	989,256	-	-	-	989,256
Equipment	1,905,020	93,085	(97,822)	-	1,900,283
	<u>39,879,715</u>	<u>93,085</u>	<u>(575,655)</u>	<u>3,199,494</u>	<u>42,596,639</u>
<b><u>Less Accumulated Depreciation</u></b>					
Buildings and Improvements	(6,393,166)	(1,033,153)	133,427	-	(7,292,892)
Land Improvements	(458,242)	(37,466)	-	-	(495,708)
Equipment	(507,434)	(186,021)	-	-	(693,455)
	<u>(7,358,842)</u>	<u>(1,256,640)</u>	<u>133,427</u>	<u>-</u>	<u>(8,482,055)</u>
Capital Assets Being Depreciated, Net	32,520,873	(1,163,555)	(442,228)	3,199,494	34,114,584
CIP Dedicated to Athletics	<u>\$ 34,707,736</u>	<u>8,805,671</u>	<u>(442,228)</u>	<u>-</u>	<u>43,071,179</u>

**COASTAL CAROLINA UNIVERSITY**  
**INTERCOLLEGIATE ATHLETICS PROGRAM**  
Notes to the Statement of Revenues, Expenditures and Transfers  
June 30, 2014  
(Unaudited)

**NOTE 3- INTERCOLLEGIATE ATHLETICS - RELATED DEBT**

	<u>Interest Rates</u>	<u>Maturity Dates</u>	<u>Balance 6/30/2014</u>
State Institution Obligation Bonds Related to Athletics Facilities			
2002	3.25% to 4.625%	9/1/2022	1,213,975
2006	4.25% to 6.00 %	10/1/2026	2,158,179
2010	3.52%	4/2/2030	10,999,247
			\$ 14,371,401

Maturities of debt related to intercollegiate athletics at June 30, 2014 were as follows:

<u>Due in Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Payments</u>
2015	\$ 720,196	\$ 542,309	\$ 1,262,505
2016	740,670	523,786	1,264,456
2017	763,552	502,012	1,265,564
2018-2022	4,256,142	2,006,607	6,262,749
2023-2027	5,235,270	1,035,302	6,270,572
2028-2030	2,655,571	145,519	2,803,091
	\$ 14,371,401	\$ 4,755,535	\$ 19,128,937

Athletically related debt service and total debt year ended June 30, 2014.

	<u>Athletically Related</u>	<u>University Total</u>
Total Annual Debt Service	\$ 1,264,095	\$ 9,017,373
Total Debt Outstanding:		
Institution Bonds	14,371,404	59,665,000
Revenue Bonds	-	106,707,000
	\$ 14,371,404	\$ 166,372,000



### *Response to Statement of Revenues and Expenditures Exceptions*

In the fall of 2010 student tickets were issued to Liberty University for the football game played at Coastal Carolina University. The amount of student tickets used was disputed by Liberty and entered as a receivable at year-end to reflect revenue for that year. Management reviewed the unpaid receivable and agreed the funds were not going to be received by the university. The \$1,500 was written off in FY14 causing the difference in football ticket reconciliations for the 2013 season.

Each fiscal year golf course gift-in-kind figures are reviewed and reported on the general ledger. Management determined the roster number reported for FY14 was the 2014-15 academic year roster number (10). The roster number that should have been reported was the 2013-14 roster number (8). Therefore, the two additional student-athletes reported resulted in a \$10,640 overstatement. Management has implemented controls which will reduce the risk of these errors from occurring. In the future, management will confirm the coaches reporting of student-athlete eligibility with our Department of NCAA Compliance. The Department of NCAA Compliance maintains up to date roster management within the NCAA's Compliance Assistant software (CAi). By management checking with the Department of NCAA Compliance this will ensure the number of eligible student-athletes being reported is correct for the fiscal year.

The auditors notified management that a discrepancy existed on the statement of scholarship expense allocations. Management investigated, determined that a calculation error on the statement had occurred and immediately corrected the specific error in football, volleyball and non-sport specific totals. As a result, \$3,420 in scholarship expenses attributed to Non-Sport Specific was reported in football and volleyball scholarship expenses. This error was a manual input error which resulted in the amount being placed in the incorrect line item of the athletic financial statement. Management has implemented new control procedures to reduce the risk of a repeated calculation error related to student-athlete scholarships (sports specific) and student manager (non-sport specific).

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